

Senate File 455

H-8042

1 Amend the amendment, H-8010, to Senate File 455, as amended,
2 passed, and reprinted by the Senate, as follows:

3 1. By striking page 1, line 5, through page 6, line 12, and
4 inserting:

5 <DIVISION ____

6 STATE AND DISTRICT COSTS PER PUPIL

7 Sec. ____ . Section 257.1, subsection 4, Code 2018, is amended
8 to read as follows:

9 4. *Legislative review.* The provisions of **this chapter** shall
10 be subject to legislative review at least every five years.
11 The review shall be based upon a school finance formula status
12 report containing the recommendations of a legislative interim
13 committee appointed to conduct a review of the school finance
14 formula, to be prepared with the assistance of the department
15 of education, in association with the departments of management
16 and revenue. The report shall include recommendations
17 for school finance formula changes or revisions based upon
18 demographic changes, enrollment trends, and property tax
19 valuation fluctuations observed during the preceding five-year
20 interval; an analysis of the operation of the school finance
21 formula during the preceding five-year interval; an analysis
22 of adjustments to regular program state cost per pupil under
23 section 257.9, subsection 2, adjustments to regular program
24 district cost per pupil under section 257.10, subsection 2, and
25 supplementary weighting for transportation costs under section
26 257.11, subsection 7A; and a summary of issues that have arisen
27 since the previous review and potential approaches for their
28 resolution. The first such report shall be submitted to the
29 general assembly no later than January 1, 2005, with subsequent
30 reports developed and submitted by January 1 at least every
31 fifth year thereafter.

32 Sec. ____ . Section 257.2, subsection 12, Code 2018, is
33 amended to read as follows:

34 12. "*Supplemental state aid*" means the amount by which state
35 cost per pupil and district cost per pupil will increase from

1 one budget year to the next as the result of the state percent
2 of growth.

3 Sec. _____. Section 257.8, subsection 5, Code 2018, is amended
4 to read as follows:

5 5. *Alternate supplemental state aid — definitions.*

6 a. For budget years beginning July 1, 2000, and subsequent
7 budget years, references to the terms "*supplemental state aid*",
8 "*regular program state cost per pupil*", and "*regular program*
9 *district cost per pupil*" shall mean those terms as calculated
10 for those school districts that calculated regular program
11 supplemental state aid for the school budget year beginning
12 July 1, 1999, with the additional thirty-eight dollars
13 specified in [section 257.8, subsection 4, Code 2013](#).

14 b. For the budget year beginning July 1, 2018, and
15 subsequent budget years, references to "*supplemental state*
16 *aid*" and "*regular program state cost per pupil*" shall mean
17 those terms as calculated including the additional amounts
18 for specified budget years under section 257.9, subsection 2,
19 paragraphs "b", "c", and "d", and references to "*regular program*
20 *district cost per pupil*" shall mean that term as calculated
21 including any adjustments made under section 257.10, subsection
22 2.

23 Sec. _____. Section 257.9, subsection 2, Code 2018, is amended
24 to read as follows:

25 2. *Regular program state cost per pupil for 1992-1993 and*
26 *succeeding years.*

27 a. For the budget year beginning July 1, 1992, and
28 succeeding budget years beginning before July 1, 2018, the
29 regular program state cost per pupil for a budget year is the
30 regular program state cost per pupil for the base year plus the
31 regular program supplemental state aid for the budget year.

32 b. For the budget year beginning July 1, 2018, the regular
33 program state cost per pupil is the regular program state
34 cost per pupil for the base year plus the regular program
35 supplemental state aid for the budget year, plus five dollars.

1 c. For the budget year beginning July 1, 2019, the regular
2 program state cost per pupil is the regular program state
3 cost per pupil for the base year plus the regular program
4 supplemental state aid for the budget year, plus ten dollars.

5 d. For the budget year beginning July 1, 2020, the regular
6 program state cost per pupil is the regular program state
7 cost per pupil for the base year plus the regular program
8 supplemental state aid for the budget year, plus twenty
9 dollars.

10 e. For the budget year beginning July 1, 2021, and
11 succeeding budget years, the regular program state cost per
12 pupil for a budget year is the regular program state cost per
13 pupil for the base year plus the regular program supplemental
14 state aid for the budget year.

15 Sec. _____. Section 257.10, subsection 2, paragraph b, Code
16 2018, is amended to read as follows:

17 b. If the regular program district cost per pupil of a
18 school district for the budget year under paragraph "a" exceeds
19 one hundred five percent of the regular program state cost
20 per pupil for the budget year and the state percent of growth
21 for the budget year is greater than two percent, the regular
22 program district cost per pupil for the budget year for that
23 district shall be reduced to one hundred five percent of the
24 regular program state cost per pupil for the budget year.

25 However, under such conditions, if the difference between the
26 regular program district cost per pupil for the budget year and
27 the regular program state cost per pupil for the budget year
28 is greater than an amount equal to two percent multiplied by
29 the regular program state cost per pupil for the base year, the
30 regular program district cost per pupil for the budget year
31 shall be reduced by the amount equal to two percent multiplied
32 by the regular program state cost per pupil for the base year.

33 Sec. _____. Section 257.10, subsection 2, Code 2018, is
34 amended by adding the following new paragraph:

35 NEW PARAGRAPH. c. For the budget year beginning July 1,

1 2018, and succeeding budget years, if the regular program
2 district cost per pupil for the budget year calculated under
3 this subsection in any school district is less than the
4 regular program state cost per pupil for the budget year, the
5 department of management shall increase the regular program
6 district cost per pupil of that district to an amount equal to
7 the regular program state cost per pupil for the budget year.

8 Sec. ____ . EFFECTIVE UPON ENACTMENT. This division of this
9 Act, being deemed of immediate importance, takes effect upon
10 enactment.

11 DIVISION ____

12 SCHOOL DISTRICT SUPPLEMENTARY WEIGHTING

13 Sec. ____ . Section 257.10, subsection 8, paragraph a, Code
14 2018, is amended to read as follows:

15 a. Combined district cost is the sum of the regular
16 program district cost per pupil multiplied by the weighted
17 enrollment minus the additional pupils added due to section
18 257.11, subsection 7A, the regular program state cost per pupil
19 multiplied by the number of pupils added due to section 257.11,
20 subsection 7A, the special education support services district
21 cost, the total teacher salary supplement district cost, the
22 total professional development supplement district cost, the
23 total early intervention supplement district cost, and the
24 total teacher leadership supplement district cost, plus the sum
25 of the additional district cost allocated to the district to
26 fund media services and educational services provided through
27 the area education agency, the area education agency total
28 teacher salary supplement district cost and the area education
29 agency total professional development supplement district cost.

30 Sec. ____ . Section 257.11, Code 2018, is amended by adding
31 the following new subsection:

32 NEW SUBSECTION. 7A. *School district transportation costs.*

33 a. In order to provide additional funds for school district
34 transportation costs resulting from the transportation of
35 resident pupils required by chapter 285 and paid from sources

1 other than the district's physical plant and equipment levy
2 fund under section 298A.4 or revenue received from the secure
3 an advanced vision for education fund under section 423F.2, a
4 supplementary weighting plan for such pupils is adopted.

5 *b.* Each school district shall be assigned a supplementary
6 weighting amount as follows:

7 (1) For the budget year beginning July 1, 2018, ten percent
8 of the combined weighting amount calculated under paragraph
9 "c", subparagraph (2), for that budget year.

10 (2) For the budget year beginning July 1, 2019, twenty
11 percent of the combined weighting amount calculated under
12 paragraph "c", subparagraph (2), for that budget year.

13 (3) For the budget year beginning July 1, 2020, and
14 each succeeding budget year, thirty percent of the combined
15 weighting amount calculated under paragraph "c", subparagraph
16 (2), for that budget year.

17 *c.* (1) (a) *Transportation cost factor.* For each budget
18 year beginning on or after July 1, 2018, the department of
19 management shall calculate for each school district all of the
20 following:

21 (i) The sum of the school district's total transportation
22 costs incurred for the transportation of pupils required under
23 chapter 285, and paid from sources other than the district's
24 physical plant and equipment levy fund under section 298A.4
25 or revenue received from the secure an advanced vision for
26 education fund under section 423F.2, for the three years
27 immediately preceding the base year.

28 (ii) The sum of the school district's regular program
29 district cost for the three years immediately preceding the
30 base year, excluding amounts attributable to budget adjustments
31 received under section 257.14.

32 (iii) The school district's budget enrollment multiplied by
33 the quotient of the school district's amount under subparagraph
34 subdivision (i) divided by the school district's amount under
35 subparagraph subdivision (ii).

1 (iv) The school district's amount under subparagraph
2 subdivision (iii) divided by the sum of the amounts calculated
3 under subparagraph subdivision (iii) for all school districts.

4 (v) The amount calculated under subparagraph subdivision
5 (iv) multiplied by ninety percent of the sum of all school
6 districts' transportation costs incurred for the transportation
7 of pupils required under chapter 285 for the year preceding
8 the base year and paid from sources other than the district's
9 physical plant and equipment levy fund under section 298A.4
10 or revenue received from the secure an advanced vision for
11 education fund under section 423F.2.

12 (vi) The quotient of the amount calculated under
13 subparagraph subdivision (v) divided by the regular program
14 state cost per pupil for the budget year.

15 (b) *Budget enrollment factor.* For each budget year
16 beginning on or after July 1, 2018, the department of
17 management shall calculate for each school district all of the
18 following:

19 (i) The quotient of the school district's budget enrollment
20 divided by the statewide total budget enrollment multiplied by
21 five percent of the sum of all school districts' transportation
22 costs incurred for the transportation of pupils required under
23 chapter 285 for the year preceding the base year and paid from
24 sources other than the district's physical plant and equipment
25 levy fund under section 298A.4 or revenue received from the
26 secure an advanced vision for education fund under section
27 423F.2.

28 (ii) The amount calculated under subparagraph subdivision
29 (i) divided by the regular program state cost per pupil for the
30 budget year.

31 (c) *Route miles factor.* For each budget year beginning
32 on or after July 1, 2018, the department of management shall
33 calculate for each school district all of the following:

34 (i) The quotient of the school district's total route
35 miles traveled for the transportation of pupils required under

1 chapter 285 for the year preceding the base year divided by the
2 school district's budget enrollment.

3 (ii) The school district's amount under subparagraph
4 subdivision (i) divided by the sum of the amounts calculated
5 under subparagraph subdivision (i) for all school districts.

6 (iii) The amount calculated under subparagraph subdivision
7 (ii) multiplied by five percent of the sum of all school
8 districts' transportation costs incurred for the transportation
9 of pupils required under chapter 285 for the year preceding
10 the base year and paid from sources other than the district's
11 physical plant and equipment levy fund under section 298A.4
12 or revenue received from the secure an advanced vision for
13 education fund under section 423F.2.

14 (iv) The amount calculated under subparagraph subdivision
15 (iii) divided by the regular program state cost per pupil for
16 the budget year.

17 (2) The combined weighting amount for each school district
18 is the sum of the following:

19 (a) The amount calculated under subparagraph (1),
20 subparagraph division (a), subparagraph subdivision (vi).

21 (b) The amount calculated under subparagraph (1),
22 subparagraph division (b), subparagraph subdivision (ii).

23 (c) The amount calculated under subparagraph (1),
24 subparagraph division (c), subparagraph subdivision (iv).

25 *d.* Funding received by a school district as the result of
26 supplementary weighting under this subsection shall not affect
27 a school district's eligibility for transportation assistance
28 under section 257.31, subsection 17.

29 *e.* Amounts received by a school district as the result
30 of supplementary weighting under this subsection shall be
31 deposited in the school district's general fund and may be used
32 for any general fund purpose.

33 *f.* If a school district established as the result of a
34 reorganization under chapter 275 does not have sufficient
35 transportation cost data, regular program district cost per

1 pupil data, or enrollment data for the calculation of amounts
2 required under this subsection, the department of management
3 shall use estimated transportation cost data, regular program
4 district cost per pupil data, and enrollment data derived from
5 data for prior budget years from each district involved in
6 the reorganization until such amounts can be calculated using
7 actual data for the reorganized school district.

8 *g.* For the budget years beginning July 1, 2018, July 1,
9 2019, and July 1, 2020, and if necessary, any subsequent budget
10 years, if insufficient or incomplete transportation cost data
11 makes the implementation of this subsection impractical, the
12 department of management shall, in consultation with the
13 department of education and the legislative services agency,
14 establish procedures and modified methodologies for calculating
15 supplementary weighting and funding amounts under this
16 subsection.

17 Sec. _____. Section 257.11, subsection 8, Code 2018, is
18 amended to read as follows:

19 8. *Pupils ineligible.* A Except for transportation weighting
20 under subsection 7A, a pupil eligible for the weighting plan
21 provided in section 256B.9 is not eligible for supplementary
22 weighting pursuant to this section unless it is determined
23 that the course generating the supplemental weighting has no
24 relationship to the pupil's disability. A pupil attending an
25 alternative program or an at-risk pupils' program, including
26 alternative high school programs, is not eligible for
27 supplementary weighting under subsection 2.

28 Sec. _____. Section 257.31, subsection 17, paragraphs a and d,
29 Code 2018, are amended to read as follows:

30 *a.* If a district's average transportation costs per
31 pupil exceed the state average transportation costs per
32 pupil determined under paragraph "c" by one hundred fifty
33 percent, the committee may grant transportation assistance aid
34 to the district using exclusively the funds transferred to
35 the committee in accordance with section 321.34, subsection

1 22. Such aid shall be miscellaneous income and shall not be
2 included in district cost.

3 *d.* Funds transferred to the committee in accordance with
4 section 321.34, subsection 22, are appropriated to and may be
5 expended for the purposes of the committee, as described in
6 this ~~section~~ subsection. However, highest priority shall be
7 given to districts that meet the conditions described in this
8 subsection. Notwithstanding any other provision of the Code,
9 unencumbered or unobligated funds transferred to the committee
10 pursuant to section 321.34, subsection 22, remaining on June
11 30 of the fiscal year for which the funds were transferred,
12 shall not revert but shall be available for expenditure for the
13 purposes of this subsection in subsequent fiscal years.

14 Sec. ____ . EFFECTIVE UPON ENACTMENT. This division of this
15 Act, being deemed of immediate importance, takes effect upon
16 enactment.>

17 2. By renumbering, redesignating, and correcting internal
18 references as necessary.

WINCKLER of Scott